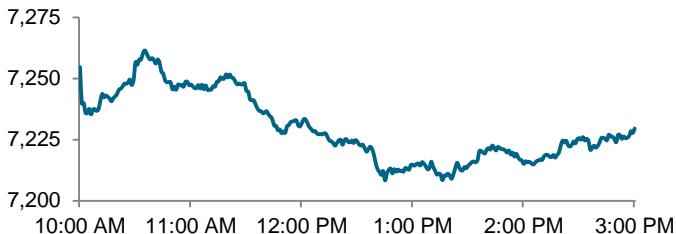


DAILY MARKETS OVERVIEW

JULY 20, 2017

TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,230	-0.3	-1.1	0.3	17.2
Saudi (NOMU)	3,593	-0.7	-0.1	NA	NA
Energy	4,249	0.4	-1.3	-14.6	13.6
Materials	4,764	-0.6	-1.6	-4.4	17.8
Capital Goods	4,136	-0.3	-0.4	-17.1	33.7
Com. & Prof. Svc	4,230	0.4	0.2	-16.2	33.5
Transportation	3,870	0.1	-0.2	-24.1	12.1
Cons. Durables & Apparel	4,437	-0.1	0.7	-4.5	NA
Consumer Services	4,344	2.0	1.2	-10.1	11.7
Media	6,639	-2.6	6.2	29.6	NA
Retailing	6,069	0.1	-1.5	23.6	23.8
Food & Staples Retailing	5,656	-1.5	-1.8	11.9	24.1
Food & Beverages	5,721	0.3	-1.1	16.7	NA
Health Care Equipment	4,936	-0.6	-1.8	-1.6	21.1
Pharma, Biotech & Life Science	4,598	-0.1	0.7	-14.6	11.4
Banks	5,304	-0.7	-1.4	4.3	11.3
Diversified Financials	4,535	1.9	2.3	-9.1	NA
Insurance	5,078	0.7	0.5	3.4	18.1
Telecommunication	4,891	-0.4	-0.7	-2.2	17.1
Utilities	5,199	0.2	0.6	7.0	11.2
REITs	5,534	0.9	1.1	10.7	17.7
Real Estate	4,736	-0.2	-1.0	-5.6	46.8

Sources: Bloomberg, Reuters

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Malath Cooperative Insurance and Reinsurance	22.48	6.0%	38.4
The Mediterranean & Gulf Insurance & Reinsurance Co.	17.69	4.2%	19.9
Saudi United Cooperative Insurance Co.	30.00	3.7%	13.9
Kingdom Holding Co.	10.31	3.2%	8.0
Alinma Bank	15.14	2.9%	696.9

Source: Tadawul

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	YoY %	Q EPS (SAR)	Vs. Consensus
Aldrees Petroleum and Transport Services Co.	19-Jul	Q2 17	18.3	-35.8	0.37	NA
Riyad Bank	19-Jul	Q2 17	848.0	-26.0	0.28	MISS
Saudi Electricity Co.	19-Jul	Q2 17	2,232.0	-0.5	0.54	NA
Alinma Bank	18-Jul	Q2 17	488.0	19.3	0.33	BEAT
The Company for Cooperative Insurance	18-Jul	Q2 17	248.8	2.0	1.99	NA

NOTES: (1) Prices as of last trade. Updated as of July 20, 2017

(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- The TASI ended 0.3% lower to close at 7,230 on Wednesday. The NOMU ended 0.7% lower to close at 3,593. TASI traded value totaled SAR 2.9bn and averaged SAR 3.6bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 54.1% of the daily traded value.
- Banks and Materials ended 0.7% and 0.6% lower respectively. Telecom ended 0.4% lower. Consumer Services (up 2.0%) was the best performer. Among stocks, Malath Cooperative Insurance and Reinsurance Co. (8020/MALATH AB), The Mediterranean & Gulf Insurance & Reinsurance Co. (8030/MEDGULF AB), and Saudi United Cooperative Insurance Co. (8060/WALAA AB) led gainers.
- The Saudi Press Agency, citing the Shura Council's Assistant Speaker, said the council approved amendments to the income tax imposed on foreign oil companies operating in Saudi Arabia. Accordingly, companies investing over SAR 375bn (USD 100bn) would be subject to a 50% tax, while producers with invested capital of over SAR 300bn (USD 80bn) would attract a 65% rate. (Source: Argaam)
- According to the Commission for Tourism & National Heritage (SCTH), the National Transformation Program (NTP) 2020 approved 13 initiatives submitted by SCTH budgeted at over SAR 26bn (USD 6.9bn). The amount would be allocated to tourism and national heritage projects and initiatives implemented through the SCTH. (Source: Trade Arabia)
- The Ministry of Labor and Social Development rejected about 533,016 work-visa applications in 2016, about 62.8% of the total foreign recruitment requests, which numbered 849,228. (Source: Zawaia)
- Arabian newspaper Al Ektesadeya, citing the Undersecretary for Consumer Protection at the Ministry of Commerce and Investment, reported that the ministry issued three steel and cement export licenses after Saudi Arabia said it would cancel all export duties on steel and halve cement export tariffs. However, the report didn't name the three companies. (Source: Argaam)
- Saudi International Petrochemical Co. (2310/SIPCHEM AB) signed a long-term agreement with Saudi Aramco Shell Refinery Co. (SASREF) to supply its affiliate International Methanol Company (IMC) with carbon dioxide. (Source: Tadawul)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Saudi Research and Marketing Group	51.47	-3.1%	166.3
Abdullah Al Othaim Markets Co.	118.47	-2.9%	0.9
Mobile Telecommunications Co. Saudi Arabia	9.01	-2.4%	29.3
Mouwasat Medical Services Co.	147.58	-2.3%	5.1
United Electronics Co.	37.16	-2.1%	14.8

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Alinma Bank	15.14	2.9%	697
Saudi Basic Industries Corp.	98.89	-1.2%	388
Al Rajhi Bank	64.50	-1.6%	208
Saudi Research and Marketing Group	51.47	-3.1%	166
Altayyar Travel Group	33.35	2.4%	102

Source: Tadawul

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DAILY MARKETS OVERVIEW

JULY 20, 2017

GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	3,582	0.1	1.3	1.5	16.6
Abu Dhabi (ADX)	4,594	0.5	1.7	1.1	16.6
Kuwait (KSE)	6,794	-0.3	0.1	18.2	18.3
Qatar (QE)	9,502	1.2	0.3	-9.0	15.7
Oman (MSM)	5,043	-0.4	-1.5	-12.8	11.4
Bahrain (BSE)	1,319	0.3	0.1	8.1	8.2
DJMENA Index	529	-0.1	-0.3	1.7	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,474	0.5	0.6	10.5	21.8
US (NASDAQ 100)	6,385	0.6	1.1	18.6	25.2
UK (FTSE 100)	7,431	0.6	0.7	4.0	32.3
Germany (DAX)	12,452	0.2	-1.4	8.7	20.0
France (CAC 40)	5,216	0.8	-0.4	7.3	19.3
Russia (MICEX)	1,952	0.2	-0.4	-11.5	6.8
Japan (Nikkei)	20,021	0.1	-0.5	4.6	19.2
Hong Kong (HSI)	26,672	0.6	1.1	21.2	14.4
South Korea (KOSPI)	2,430	0.2	0.6	19.9	12.3
China (SHCOMP)	3,231	1.4	0.3	4.1	17.4
India (NIFTY)	9,900	0.7	0.1	20.9	23.3
Brazil (IBOV)	65,180	-0.2	-0.4	8.2	17.5
Turkey (BIST 100)	1,07,418	1.6	2.1	37.5	11.5
Egypt (EGX30)	13,707	-0.1	-0.8	11.0	11.9
MSCI Emerging Markets	1,060	0.7	1.2	22.9	16.1
MSCI World	1,959	0.5	0.5	11.8	21.8

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	49.7	1.8	1.6	-12.5	6.5
Natural Gas (\$/mmbtu)	3.1	-0.7	2.9	-14.2	0.4
Gold (\$/oz)	1,241	-0.2	1.0	7.7	-6.8
Silver (\$/oz)	16.3	0.0	1.8	2.3	-18.2
Platinum (\$/oz)	921	-0.6	0.0	2.0	-15.7
Copper (\$/t)	5,930	-0.7	0.4	7.4	19.4
Zinc (\$/t)	2,736	-1.7	-1.8	7.0	22.3
Lead (\$/mt)	2,210	-1.6	-2.4	11.3	19.1
Wheat (\$/bu)	503	-0.1	-1.5	12.3	0.2
Corn (\$/bu)	383	1.5	1.7	3.0	3.5
Sugar (\$/lb)	14.5	2.8	1.4	-22.3	-19.9

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	1.31	0.00	0.31	0.00
Saudi Arabia	1.80	0.00	-0.23	0.49
UAE	1.55	0.01	0.07	0.24
Kuwait	1.75	0.00	0.31	0.44
Qatar	2.48	0.02	0.69	1.17
Bahrain	2.38	0.00	0.28	1.07

Source: Reuters

NOTES: (1) Prices updated as of July 20, 2017 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable

GCC & Global Markets Update

- US markets ended in green on Wednesday. The S&P 500 and NASDAQ closed 0.5% and 0.6% higher respectively. Dow Jones Industrial ended 0.3% higher. In Europe, the UK ended 0.6% higher while Germany and France closed 0.2% and 0.8% higher respectively.
- Asian markets are trading in green on Thursday. China and Japan are up by 0.2% and 0.6% respectively. South Korea and Hong Kong are up by 0.1% and 0.3% respectively. India is trading 0.1% higher in morning trade.
- GCC markets ended mixed on Wednesday. Dubai and Abu Dhabi ended 0.1% and 0.5% higher respectively. Kuwait closed 0.3% lower while Qatar surged 1.2%. Oman closed 0.4% lower while Bahrain closed 0.3% higher.
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended July 14 stood at -4.7mn barrels (prior: -7.6mn barrels). (Source: Econoday)
- The UN chose Dubai as a regional hub for city data for the MENA and South Asia region, enabling the emirate to progress on the UN 2030 Agenda for Sustainable Development. (Source: Trade Arabia)
- Oman issued Treasury bills worth OMR 41mn (USD 106mn) this week with a maturity period of 28 days. The average accepted price reached 99.924 for every OMR100, while the minimum accepted price reached 99.920 per OMR100. (Source: Gulf Base)
- UAE's annual inflation rate for consumer price index (CPI) rose by 2.1% Y/Y in June 2017. Prices of miscellaneous goods and services surged 11.2% Y/Y, whereas that of transportation and education groups rose 5.5% and 5.2%, respectively. (Source: Mubasher)
- According to the Oman's Public Authority for Mining, almost 234 permits for mineral exploration and development were issued as of 2016. Approvals were typically granted only where exploration and development activities would bring real commercial value to the sector and support the wider growth of the economy. (Source: Zawya)
- Galfar Engineering and Contracting Company, Oman's biggest contracting firm, received a contract of OMR 26.2mn (USD 68.1mn) for works related to the Al Batinah Expressway (Package Three) from the Ministry of Transport and Communications. (Source: Trade Arabia)
- Capital Intelligence Ratings assigned First Abu Dhabi Bank (FAB UH) a financial strength rating (FSR) of 'A+' backed by the bank's strong management, dominant position in the domestic market, strong international franchise, and sound financial fundamentals. (Source: Mubasher)
- According to the Chairman of the IFA Hotels and Resorts Co. (IFAFH KK), the company would develop its new project in Dubai's Palm Jumeirah in 2017 in line with company's strategy to reduce risk through diversified income sources. (Source: Mubasher)

Coming Up

- US jobless claims for the week ended July 15 (prior: 247K; consensus: 245K) will be announced today. (Source: Econoday)
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended July 21 (prior: -4.7mn barrels) will be announced on July 26. (Source: Econoday)
- UK GDP for 2Q17 (prior: 0.2% Q/Q, 2.0% Y/Y) will be announced on July 26. (Source: Econoday)

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